

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:580
ANSWERED ON:23.02.2001
UNIT LINKED INSURANCE PLAN
SURESH RAMRAO JADHAV (PATIL)

Will the Minister of FINANCE be pleased to state:

- (a) whether the Life Insurance Company propose to launch a Unit Linked Insurance Plan(ULIP);
- (b) if so, the details thereof; and
- (c) the time by which the plan is likely to be launched ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) to (c): The Life Insurance Corporation of India have already launched a Unit Linked Insurance Plan titled 'Bima Plus' Plan on 12th February, 2001. LIC's Bima Plus provides life insurance cover, along with the prospect of high growth. Under this Scheme, a portion of the premium is invested in equity and debt instruments in the capital market where scope for high growth exists. The premium under this plan is payable in yearly or half yearly instalments for a term of 10 years. The premium paid under the plan qualifies for rebate under Section 88 of the Income Tax Act, 1961. The Plan provides, by way of benefit payment of the Bid value of the Fund units along with maturity bonus at 5% of Sum Assured on maturity and a specified percentage of the sum assured along with bid value of fund units and other benefits on death depending upon the duration of policy subject to deduction wherever applicable. The scheme also provides for payment on death due to accident.